

Distributed by:

At the cusp of
growth



Invest in companies that are small today,
potentially big tomorrow.

Mahindra Manulife Small Cap Fund

(An open ended equity scheme predominantly investing in small cap stocks)

July 31, 2023

Why Small Cap Now?

- Potential growth tailwinds in Indian Economy.
- Opportunity to capitalize on Indian Entrepreneurship.
- Opportunity to capture market / economic cycles.
- Potential to create wealth and generate alpha over long-term.
- Small caps are generally under-researched and under-owned and hence provides an opportunity for stock-picking at reasonable valuations.
- Small Caps could be beneficiaries of structural reforms announced from time to time.
- Small caps also provide exposure to companies which are potential market leaders in the industries they operate in (a few examples include textile, paper, sugar, luggage) and have potential to become midcaps of tomorrow as they achieve scale

Asset Allocation (%)



- 92.49% - Equity Holdings
- 7.51% - Cash & Other Receivables

Data as on July 31, 2023

Instruments	Indicative Allocation (% of net assets)		Risk Profile
	Minimum	Maximum	High/Moderate/Low
Equity & Equity related instruments of Small Cap Companies#	65%	100%	Very High
Equity & Equity related instruments of other than Small Cap Companies	0%	35%	Very High
Debt and Money Market Securities (including TREPS (Tri-Party Repo), Reverse Repo)	0%	35%	Low to Moderate
Units issued by REITs & InvITs	0%	10%	Moderately High

The Scheme may take exposure in equity derivative instruments to the extent of 50% of the Equity component. Investment in derivatives shall be for hedging, portfolio balancing and such other purposes as maybe permitted from time to time under the Regulations and subject to guidelines issued by SEBI/ RBI from time to time.

#Definition of Small Cap Companies: 251st company onwards in terms of full Market Capitalization.

Portfolio Update for the Month

- Portfolio construction on bottom up stock selection basis.
- Key Overweight sector/Industries includes Capital Goods , Metals & Mining and FMCG vs the Schemes' Benchmark.
- Key Underweights sectors /Industries includes Chemicals, IT and Healthcare vs the Schemes' Benchmark.
- Carrying Higher cash levels around 7.5% in the portfolio as tight monetary policy in India may continue a bit longer than expected, following higher global policy rates and upside risks to domestic inflation.

Investment style

Fund may use following criteria for stock selection and aims to invest in growth-oriented businesses with focus on

- Strong Financials and cashflows
- Reasonable valuations
- Scalable Business model
- Emerging Business models
- Management track record
- Global trends

Top 10 Equity Holdings (as on July 31, 2023)

Security	% to Net Assets
Birtasoft Limited	2.82%
REC Limited	2.82%
CIE Automotive India Limited	2.61%
Jindal Stainless Limited	2.50%
Birla Corporation Limited	2.37%
Exide Industries Limited	2.35%
HDFC Bank Limited	2.34%
Triveni Engineering & Industries Limited	2.31%
Kirloskar Brothers Limited	2.25%
Mrs. Bectors Food Specialities Limited	2.14%
Total	24.51%

Top 5 Sectors of the scheme (% to Net Assets)

Sector	MMSCF	S&P BSE 250 Small Cap TRI
Capital Goods	20.85%	15.35%
Financial Services	17.73%	17.66%
Fast Moving Consumer Goods	7.65%	4.54%
Automobile And Auto Components	7.35%	4.25%
Metals & Mining	6.19%	2.44%

Data as on July 31, 2023

Scheme Details

Investment Objective:

The investment objective of the Scheme is to generate long term capital appreciation by investing in a diversified portfolio of equity & equity related securities of small cap companies, However, there can be no assurance that the investment objective of the Scheme will be achieved.

Fund Manager:

Mr. Abhinav Khandelwal

Total Experience: 14 years | **Experience in managing this fund:** 7 Months (Managing since December 12, 2022)

Mr. Manish Lodha

Total Experience: 23 years | **Experience in managing this fund:** 7 Months (Managing since December 12, 2022)

Date of allotment: December 12, 2022

Benchmark: S&P BSE 250 Small Cap TRI

Option: IDCW (IDCW Option will have IDCW Reinvestment (D) & IDCW Payout facility) and Growth (D) D-Default

Minimum Application Amount: Rs. 1,000 and in multiples of Re. 1/- thereafter

Minimum Weekly & Monthly SIP Amount: Rs 500 and in multiples of Rs 1/- thereafter

Minimum Weekly & Monthly SIP installments: 6

Minimum Quarterly SIP Amount: Rs 1,500 and in multiples of Rs 1/- thereafter

Minimum Quarterly SIP installments: 4

Monthly AAUM as on July 31, 2023 (Rs. in Cr.): 971.84

Monthly AUM as on July 31, 2023 (Rs. in Cr.): 1,077.68

Entry Load: Not applicable

Exit Load: ● An Exit Load of 1% is payable if Units are redeemed / switched-out upto 3 months from the date of allotment; ● Nil if Units are redeemed / switched-out after 3 months from the date of allotment.

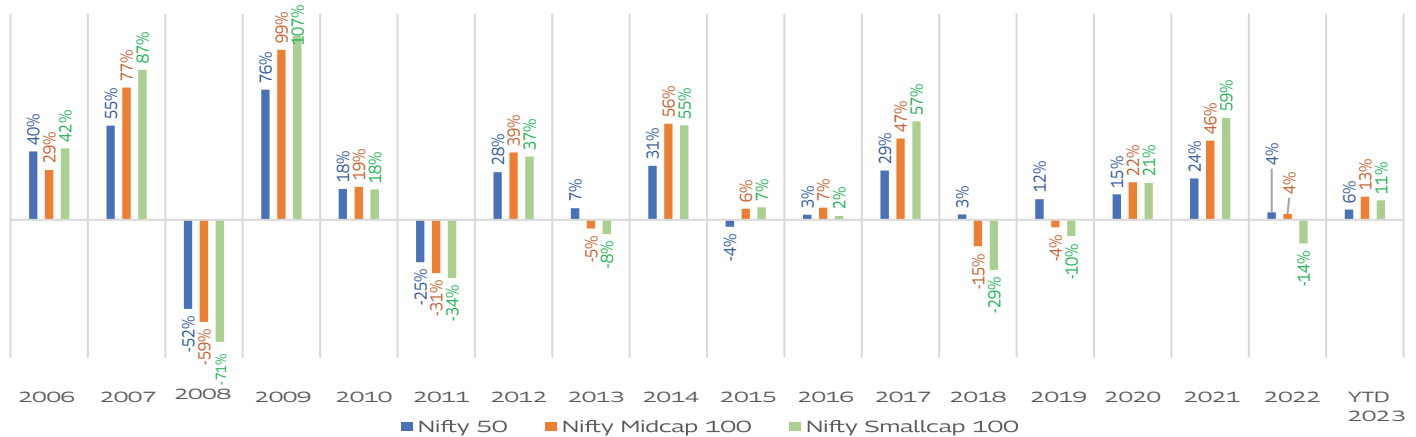
Note: The Exit Load structure of the scheme has been modified with effect from July 3, 2023

Scheme Performance (as on July 31, 2023)

Mahindra Manulife Small Cap Fund	Simple Annualised Returns (%)		Value of Investment of ₹ 10,000*		NAV / Index Value (as on July 31, 2023)
	6 months	Since Inception	6 months (₹)	Since Inception	
Regular Plan - Growth Option	52.36	39.37	12,322	12,338	12.4916
S&P BSE 250 Small Cap TRI [^]	49.09	28.89	12,190	11,742	5,786.21
Nifty 50 TRI ^{^^}	25.32	11.83	11,184	10,733	28,910.43

[^]Benchmark ^{^^}Additional Benchmark. Inception/Allotment date: 12-Dec-22. **Past performance may or may not be sustained in future and should not be used as a basis of comparison with other investments.** Since inception returns of the scheme is calculated on face value of Rs. 10 invested at inception. The performance details provided above are of Growth Option under Regular Plan. Different Plans i.e Regular Plan and Direct Plan under the scheme has different expense structure. *Based on standard investment of Rs. 10,000 made at the beginning of the relevant period.

Winners keep changing Across Market Caps



Data Source: ICRA. Data period: 1st January, 2006 till July 31, 2023. Returns are absolute returns (1 year) calculated as of the last business day of every calendar year end (For the CY 2023, the data for the period 1st January, 2023 to 31st July, 2023 has been given). The data provided above is for illustrative purpose only and should not be construed as a promise on minimum returns and safeguard of capital. Mahindra Manulife Investment Management Private Limited/Mahindra Manulife Mutual Fund is not guaranteeing or forecasting any returns. **Past performance may or may not be sustained in future.**

Distributed by:

Disclaimer: Readers of this material should rely on information / data arising out of their own investigations and advised to seek independent professional advice and arrive at an informed decision before making any investments. Neither Mahindra Manulife Investment Management Private Limited nor Mahindra Manulife Trustee Private Limited, its directors or associates shall be liable for any damages that may arise from the use of the information contained herein.

Get in Touch: Sadhana House, 1st Floor, 570,

P.B. Marg, Worli, Mumbai - 400 018, India.

Phone: +91-22-66327900, Fax: +91-22-66327932

Toll Free No.: 1800 419 6244 Website: www.mahindramanulife.com

Scheme Name	This Product is Suitable for investors who are seeking*	Scheme Riskometer	Scheme Benchmark	Benchmark Riskometer
Mahindra Manulife Small Cap Fund	<ul style="list-style-type: none"> Long term capital appreciation; Investment predominantly in equity and equity related securities of small cap companies. 	<p>RISKOMETER Investors understand that their principal will be at very high risk</p>	S&P BSE 250 Small Cap TRI	<p>RISKOMETER</p>

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

Performance of other schemes managed by the Fund Manager(s)

Scheme Name	Scheme Inception Date	Fund Manager(s)	Managing since	CAGR Returns (%)		
				1 yr	3 yrs	5 yrs
Mahindra Manulife ELSS Fund - Reg - Growth	18-Oct-16	Ms. Fatema Pacha	16-Oct-20	17.44	26.26	12.97
		Mr. Manish Lodha	21-Dec-20			
Nifty 500 Index TRI [^]				17.25	24.91	13.29
Mahindra Manulife Consumption Fund - Reg - Growth	13-Nov-18	Mr. Abhinav Khandelwal	1-Apr-22	16.62	22.57	-
		Ms. Fatema Pacha	21-Dec-20			
Nifty India Consumption TRI [^]				12.70	20.78	-
Mahindra Manulife Equity Savings Fund - Reg - Growth	01-Feb-17	Mr. Manish Lodha (Equity Portion)	21-Dec-20	10.24	12.88	9.15
		Mr. Renjith Sivaram (Equity Portion) ^{##}	03-Jul-23			
		Mr. Kush Sonigara ^{§##}	03-Jul-23			
		Mr. Rahul Pal (Debt Portion)	Since inception			
Nifty Equity Savings Index TRI [^]				10.07	11.13	8.87
Mahindra Manulife Mid Cap Fund - Reg - Growth	30-Jan-18	Mr. Abhinav Khandelwal	1-Feb-22	25.57	31.77	16.90
		Mr. Manish Lodha	21-Dec-20			
Nifty Midcap 150 TRI [^]				26.98	35.20	17.24
Mahindra Manulife Aggressive Hybrid Fund - Reg - Growth	19-July-19	Ms. Fatema Pacha (Equity Portion)	16-Oct-20	16.71	22.24	-
		Mr. Manish Lodha (Equity Portion)	21-Dec-20			
		Mr. Rahul Pal (Debt Portion)	Since inception			
CRISIL Hybrid 35+65 Aggressive Index [^]				13.24	17.11	-
Mahindra Manulife Large Cap Fund - Reg - Growth	15-Mar-19	Mr. Abhinav Khandelwal	1-Mar-22	15.25	21.67	-
		Ms. Fatema Pacha	21-Dec-20			
Nifty 100 Index TRI [^]				14.08	21.95	-
Mahindra Manulife Large & Mid Cap Fund - Reg - Growth	30-Dec-19	Mr. Manish Lodha	21-Dec-20	19.47	28.02	-
		Mr. Abhinav Khandelwal	1-Feb-22			
NIFTY Large Midcap 250 TRI [^]				20.49	28.53	-
Mahindra Manulife Arbitrage Fund - Reg - Growth	24-Aug-20	Mr. Abhinav Khandelwal (Equity Portion)	1-Apr-22	4.95	-	-
		Mr. Manish Lodha (Equity Portion)	21-Dec-20			
		Mr. Rahul Pal (Debt Portion)	Since inception			
Nifty 50 Arbitrage Index [^]				6.77	-	-
Mahindra Manulife Flexi Cap Fund - Reg - Growth	23-Aug-21	Ms. Fatema Pacha	Since inception	19.72	-	-
		Mr. Manish Lodha				
Nifty 500 Index TRI [^]				17.25	-	-
Mahindra Manulife Balanced Advantage Fund	30-Dec-21	Mr. Manish Lodha (Equity Portion)	Since inception	12.75	-	-
		Ms. Fatema Pacha (Equity Portion)				
		Mr. Rahul Pal (Debt Portion)				
Nifty 50 Hybrid Composite Debt 50: 50 Index [^]				11.94	-	-

[^]Benchmark CAGR – Compounded Annual Growth Rate. [§]Dedicated Fund Manager for Overseas Investments.

Past performance may or may not be sustained in future and should not be used as a basis of comparison with other investments. The performance details provided above are of Growth Option under Regular Plan Different Plans i.e Regular Plan and Direct Plan under the scheme has different expense structure. Mr. Abhinav Khandelwal manages 6 schemes and Mr. Manish Lodha manages 10 schemes each of Mahindra Manulife Mutual Fund. The performance data for the schemes which have not completed one year has not been provided. Performance as on July 31, 2023

Note: ^{##}Pursuant to change in Fund Management Responsibilities, the scheme shall be co-managed by Mr. Manish Lodha, Mr. Renjith Sivaram, Mr. Rahul Pal and Mr. Kush Sonigara (Dedicated Fund Manager for Overseas Investments) effective July 3, 2023.

Disclaimer : Readers of this material should rely on information / data arising out of their own investigations and advised to seek independent professional advice and arrive at an informed decision before making any investments. Neither Mahindra Manulife Investment Management Private Limited nor Mahindra Manulife Trustee Private Limited, its directors or associates shall be liable for any damages that may arise from the use of the information contained herein.

Get in Touch: Sadhana House, 1st Floor, 570, P.B. Marg, Worli, Mumbai - 400 018, India. Phone: +91-22-66327900, Fax: +91-22-66327932, Toll Free No.: 1800 419 6244 Website: www.mahindramanulife.com

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.